



# State of Utah

DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

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Salt Lake City, Utah 84180-1203

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None File

May 18, 1990

Mr. Lee R. Brown, Vice President  
Employee Relations & Governmental Affairs  
Magnesium Corporation of America  
238 North 2200 West  
Salt Lake City, Utah 84116

Dear Mr. Brown:

Re: Permit Transfer, Replacement Reclamation Contract & Reclamation Surety,  
Knolls Solar Ponds, M/045/022, Tooele County, Utah

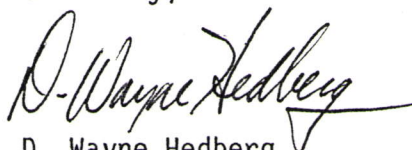
Pursuant to your phone request on May 15, 1990, I have forwarded copies of our Permit Transfer Form (MR-TRL), Reclamation Contract Form (MR-RC), and Exhibit B, surety bond form (MR FORM-5) to you. You indicated you would like to initiate the paperwork required to obtain a replacement bond for the Rowley Plant Site & Ponds (M/045/008). It is our understanding that Magnesium Corporation of America (Magcorp), will now be acquiring new reclamation sureties to replace all state bonds currently held in the name of Amax Magnesium Corporation.

The \$1,737,900 reclamation bond for the Knolls Project (M/045/022) is being reevaluated based upon our May 5, 1990 onsite inspection. We will meet on May 30, 1990, with the BLM and Tooele County regulatory personnel to discuss bond reduction and joint bonding requirements for this site. The meeting will be held at the Salt Lake District BLM office (2370 S. 2300 W.) at 9:00 AM. You are welcome to attend if your schedule is open.

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Mr. Lee Brown  
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Please contact us if we can provide any assistance in filling out the permit transfer or replacement surety forms. Thank you for your cooperation to this matter.

Sincerely,

A handwritten signature in cursive script, reading "D. Wayne Hedberg". The signature is written in dark ink and is positioned above the printed name and title.

D. Wayne Hedberg  
Permit Supervisor

dwh  
cc: Lowell Braxton  
Jerry Mansfield, State Lands  
Maria Soriano, BLM, Pony Express RA  
Rod Thompson, Tooele County

WMN/1-2

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